

3. 2017/2018 ANNUAL REPORT

(10.1.1)(Mayor)

ATTACHED

Annual Report 2017/2018

1. PURPOSE

For Council to note the 2017/2018 Annual Report

2. BACKGROUND

In terms of Section 121 of the Municipal Finance Management Act, the municipality is expected to table the Annual Report to council within 9 months after the end of the financial year. In terms of section 127 (2) of the MFMA, "The Mayor of the Municipality must within seven months after the end of the financial year table in the municipal council the Annual Report of the Municipality"

3. DISCUSSION

The National Treasury issued MFMA Circular 63 on the 26th of September 2012, to provide guidance to municipalities on the new Annual Report format and its content. Information in the New Annual Report will better inform a standardised framework on how municipalities have performed. The format was introduced during the 2012-2013 financial year and should be introduced by all municipalities.

The purpose of the Annual Report is

- ✦ To provide a record of activities of the municipality or entity during the financial year to which the report relates;
- ✦ To provide a report on performance in service delivery and budget implementation plan;
- ✦ To promote accountability to the local community for the decision made throughout the year by the municipality or municipal entity; and
- ✦ To reduce the additional requirements that will otherwise arise from Government Departments, monitoring agencies and financial institutions.

With the above in mind, the goal of the new Annual Report format are to achieve the following;

- ✦ Standardised reporting to enable municipalities/ municipal entities to submit comparable Annual Reports;
- ✦ Align financial and non-financial reporting in the Annual Report
- ✦ Create a standardised reporting structure that will enhance comprehensive oversight, meaningful evaluation and improved understanding of service delivery output;

Council RESOLVED

1. That the Annual Report tabled by the Mayor for 2018/2019 Financial year in compliance with section 127 (2) MFMA be **ACCEPTED**.
2. That the Annual Report be submitted to MPAC for oversight and public participation process in terms of section 129 of the MFMA
3. That the Annual Report be submitted to National, Provincial Treasury and AG in terms of section 127 (5) (b) of the MFMA and to the Provincial Legislature in terms of section 132 of the MFMA
4. That the Annual Report be publicised to allow inputs from members of the community, in compliance with section 127 (a) of the MFMA